OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO

June 20, 1966

Gulf Oil Corporation P. O. Box 670 Hobbs, New Mexico 88240

Attention: Mr. C. D. Borland

Administrative Order PC-303

Gentlemen

Reference is made to your application dated March 9, 1966, for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of Penrose Skelly and Drinkard production from Wells Nos. 1, 3, and 4 on your R. E. Cole (NCT-A) Lease which comprises all of Section 16, Township 22 South, Range 37 East, Lea County, New Mexico, allocating the production to each of the two pools on the basis of periodic well tests. It is our understanding that the production from the aforesaid wells from each pool is of marginal nature.

We are now in receipt of letter of consent from the Commissioner of Public Lands for the state of New Mexico to the above-described proposed commingling.

By the authority vested in me under the provisions of Rule 303 (b) of the Commission Rules and Regulations, you are hereby authorized to commingle the production from the aforesaid pools on said lease in the above-described manner. Provided, however, that the installation shall be operated in accordance with the provisions of the Commission "Manual for the Installation and Operation of Commingling Facilities," and provided further, that you shall notify the Commission at such time as any well in either of the aforesaid pools is capable of top allowable production.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP: DSN:sg

cc: Oil Conservation Commission (with enclosure) - Hobbs Oil & Gas Engineering Committee - Hobbs State Land Office - Santa Fe

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO

June 20, 1366

Gulf Oil Corporation F. O. Box 670 Hobbs, New Mexico 88240

Attention: Mr. C. E. Bomland

Administrative Order PC-505

Gentwemen

Reference is made to your application dated March 9, 1966, 10 administrative approval of an exception to Rule 303 (a) of the Consission Rules and Regulations to permit the commingling of Perrose Skelly and Prinkard production from Wells Nos. 1, 3, and 4 on your 2. 1. Cole (NCT-1) Lease which comprises all of Section 16, Nownship 22 South, Rango 37 East. Lea County, New Mexico, allocating the production to each of the two pools on the basis of periodic well tests. It is our aderstanding that the production from the aforesaid wells from each pool is or recated.

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Very truly yours.

4. L. PORTER, Jr. Secretary-Director

ALP: OSN:sg

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Oil S Gas Engineering Committee - Hobbs
Chate Land Office - Santa Fe